

**Jassim Transport & Stevedoring Company K.S.C.P.
(Formerly known as Jassim Transport & Stevedoring
Company K.S.C. (Closed) and its Subsidiaries)**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION (UNAUDITED)**

31 MARCH 2022





Ernst & Young
Al Aiban, Al Osaimi & Partners
P.O. Box 74, Safat
13001 Safat, Kuwait
Baitak Tower, 18–20th Floor
Safat Square
Ahmed Al Jaber Street
Kuwait

Tel: +965 2295 5000 /
+965 2295 2880
Fax: +965 2245 6419

www.ey.com

INDEPENDENT AUDITOR’S REVIEW REPORT ON INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF JASSIM TRANSPORT & STEVEDORING COMPANY K.S.C.P. (FORMERLY KNOWN AS JASSIM TRANSPORT & STEVEDORING COMPANY K.S.C. (CLOSED))

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Jassim Transport & Stevedoring Company K.S.C.P. (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed)) ("the Parent Company") and its subsidiaries (collectively, the "Group") as at 31 March 2022, and the related interim condensed consolidated statement of income, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the three months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 34: Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of accounts of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the three-month period ended 31 March 2022 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 7 of 2010 concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2022 that might have had a material effect on the business of the Parent Company or on its financial position.

WALEED A. AL OSAIMI

LICENCE NO. 68 A

EY

AL AIBAN, AL OSAIMI & PARTNERS

12 May 2022
Kuwait

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

For the period ended 31 March 2022

		<i>Three months ended</i>	
		<i>31 March</i>	
	<i>Note</i>	2022	2021
		KD	KD
Revenue from contracts with customers	3	6,562,674	5,174,060
Cost of revenue		(4,561,723)	(3,937,862)
GROSS PROFIT		2,000,951	1,236,198
Other income		56,397	36,460
Administrative expenses		(652,537)	(544,417)
Allowance for expected credit losses on trade receivables		(26,228)	(81,204)
Finance costs		(57,854)	(27,417)
PROFIT BEFORE TAX AND DIRECTOR'S REMUNERATION		1,320,729	619,620
Contribution to Kuwait Foundation for the Advancement of Sciences (KFAS)		(13,039)	(6,196)
National Labour Support Tax (NLST)		(32,860)	-
Zakat		(13,039)	(6,196)
Directors' remuneration		(6,000)	(6,000)
PROFIT FOR THE PERIOD		1,255,791	601,228
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY (FILS)	10	8.37	4.01

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2022

	<i>Three months ended 31 March</i>	
	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>
Profit for the period	1,255,791	601,228
Other comprehensive loss:		
<i>Items that are or may be subsequently reclassified to interim condensed consolidated statement of income:</i>		
Exchange difference on translation	(194)	(557)
<i>Items that will not be subsequently reclassified to interim condensed consolidated statement of income:</i>		
Unrealized gain on financial assets at fair value through other comprehensive income	(8,047)	(49,840)
Other comprehensive loss for the period	(8,241)	(50,397)
Total comprehensive income for the period	1,247,550	550,831


The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))


INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

For the period ended 31 March 2022

		31 March 2022 KD	(Audited) 31 December 2021 KD	31 March 2021 KD
ASSETS				
Non-current assets				
Property and equipment		43,737,677	43,626,046	36,958,814
Right-of-use assets		1,366,718	922,265	1,190,439
		<u>45,104,395</u>	<u>44,548,311</u>	<u>38,149,253</u>
Current assets				
Inventories		749,121	737,697	668,725
Financial assets at fair value through other comprehensive income		207,354	215,401	204,197
Account receivables and prepayments		8,449,896	7,190,675	7,181,743
Cash and cash equivalents	4	3,565,462	3,075,687	4,655,629
		<u>12,971,833</u>	<u>11,219,460</u>	<u>12,710,294</u>
TOTAL ASSETS		<u><u>58,076,228</u></u>	<u><u>55,767,771</u></u>	<u><u>50,859,547</u></u>
EQUITY AND LIABILITIES				
Equity				
Share capital	5	15,000,000	15,000,000	15,000,000
Statutory reserve		6,360,614	6,360,614	6,111,806
Revaluation surplus		10,489,850	10,489,850	8,843,850
Fair value reserve		100,674	108,721	97,517
Foreign currency translation reserve		(10,269)	(10,075)	(10,217)
Retained earnings		11,353,276	12,497,485	10,939,658
Total equity		<u>43,294,145</u>	<u>44,446,595</u>	<u>40,982,614</u>
Non-current liabilities				
Employees' end of service benefits		1,623,293	1,600,556	1,563,890
Loans and borrowings	6	4,629,542	4,629,542	-
Lease liabilities		755,346	486,664	612,382
		<u>7,008,181</u>	<u>6,716,762</u>	<u>2,176,272</u>
Current liabilities				
Loans and borrowings	6	514,393	514,393	-
Lease liabilities		637,468	457,712	628,398
Account payables and accruals		6,622,041	3,632,309	7,072,263
		<u>7,773,902</u>	<u>4,604,414</u>	<u>7,700,661</u>
Total liabilities		<u>14,782,083</u>	<u>11,321,176</u>	<u>9,876,933</u>
TOTAL EQUITY AND LIABILITIES		<u><u>58,076,228</u></u>	<u><u>55,767,771</u></u>	<u><u>50,859,547</u></u>


Sheikh Ali Fawaz D. S. Al Sabah
(Chairman)


Adel Kohari
(Chief Executive Officer)


Rajeev Kulkarni
(Chief Financial Officer)

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2022

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Revaluation surplus KD</i>	<i>Fair Value reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained Earnings KD</i>	<i>Total KD</i>
As at 1 January 2022 (Audited)	15,000,000	6,360,614	10,489,850	108,721	(10,075)	12,497,485	44,446,595
Profit for the period	-	-	-	-	-	1,255,791	1,255,791
Other comprehensive loss for the period	-	-	-	(8,047)	(194)	-	(8,241)
Total comprehensive (loss) income for the period	-	-	-	(8,047)	(194)	1,255,791	1,247,550
Dividend (Note 5)	-	-	-	-	-	(2,400,000)	(2,400,000)
As at 31 March 2022	15,000,000	6,360,614	10,489,850	100,674	(10,269)	11,353,276	43,294,145
	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Revaluation surplus KD</i>	<i>Fair Value reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained earnings KD</i>	<i>Total KD</i>
As at 1 January 2021 (Audited)	15,000,000	6,111,806	8,843,850	147,357	(9,660)	13,338,430	43,431,783
Profit for the period	-	-	-	-	-	601,228	601,228
Other comprehensive loss for the period	-	-	-	(49,840)	(557)	-	(50,397)
Total comprehensive (loss) income for the period	-	-	-	(49,840)	(557)	601,228	550,831
Dividend (Note 5)	-	-	-	-	-	(3,000,000)	(3,000,000)
As at 31 March 2021	15,000,000	6,111,806	8,843,850	97,517	(10,217)	10,939,658	40,982,614

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)

For the period ended 31 March 2022

	Note	Three months ended 31 March	
		2022 KD	2021 KD
OPERATING ACTIVITIES			
Profit for the period before tax and after directors' remuneration		1,314,729	613,620
Non-cash adjustments to reconcile profit for the period to net cash flows:			
Gain on disposal of property and equipment		-	(13,316)
Gain on termination of lease		-	(1,461)
Depreciation		1,213,759	1,046,782
Amortization on right of use asset		167,255	169,191
Provision for employees' end of service benefits		62,768	70,229
Allowance for expected credit losses on trade receivables		26,228	81,204
Interest income		(8,193)	(7,704)
Finance costs		57,854	27,417
		2,834,400	1,985,962
Working capital changes:			
Inventories		(11,424)	(59,932)
Account receivables and prepayments		(1,285,133)	653,804
Account payables and accruals		530,794	(553,113)
Cash flows from operations		2,068,637	2,026,721
Employees' end of service benefits paid		(40,321)	(12,505)
Net cash flows from operating activities		2,028,316	2,014,216
INVESTING ACTIVITIES			
Purchase of property and equipment		(1,289,671)	(1,142,147)
Proceeds from disposal of property and equipment		-	22,657
Net movement in fixed deposits with original maturities more than three months		500,000	500,000
Interest income received		8,193	7,704
Net cash flows used in investing activities		(781,478)	(611,786)
FINANCING ACTIVITIES			
Finance costs paid		(42,815)	(10,969)
Finance costs paid on lease liabilities		(15,039)	(16,448)
Lease payments of principal amounts		(163,292)	(163,414)
Net cash flows used in financing activities		(221,146)	(190,831)
NET INCREASE IN CASH AND CASH EQUIVALENTS		1,025,692	1,211,599
Effect of foreign currency translation		(35,917)	17,253
Cash and cash equivalents at 1 January		2,575,687	3,426,777
CASH AND CASH EQUIVALENTS AT 31 March	4	3,565,462	4,655,629
Non-cash transactions			
Additions to right-of-use assets		627,103	333,862
Additions to lease liabilities		(627,103)	(333,862)
		-	-

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

1 INCORPORATION AND ACTIVITIES

The interim condensed consolidated financial information of Jassim Transport & Stevedoring Company K.S.C.P. (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed)) (the “Parent Company”) and its subsidiaries (collectively, the “Group”), for the period ended 31 March 2022 were authorised for issue in accordance with a resolution of the Parent Company’s Board of Directors on 12 May 2022.

The registered head office of the Parent Company is at Mirqab, Area No 1, Building No 8, Saleh Sulaiman Al Jarah Real Estate Complex, Office 2, 5th floor, P.O. Box 22801, Safat 13089, Kuwait. The Parent Company is registered and incorporated in Kuwait on 25 May 1979. The shares of the Parent Company became listed on the Boursa Kuwait on 17 October 2021, therefore the name of the Parent Company was changed to Jassim Transport & Stevedoring Company K.S.C.P. subsequent to the reporting period. The commercial register of the Parent Company was amended to reflect this change on 12 May 2022.

The Parent Company is a subsidiary of Qurain Petrochemical Industries Company K.S.C.P. (the “Ultimate Parent Company”), a Company listed on the Kuwait stock exchange.

The activities of the Parent Company as per the Articles of Association comprise of the following:

1. Carry out all road transport operations outside the State of Kuwait and in particular operations related to carrying passengers by any mean of land transportation.
2. Buy, sell, rent, hire and import all kinds of trucks, vehicles, equipment and machinery, light and heavy, and any necessary mean for stevedoring, land , sea materials transportation inside and outside Kuwait.
3. Develop any private road transport industry or related to it (after getting the approval of the Public Authority for Industry).
4. Clearance, shipping and stevedoring operations for imported and issued goods and packaging goods of all kinds.
5. Participate in the management, operation and maintenance and the establishment of maritime and land ports and container terminals related to this activity.
6. Practicing all e-commerce activities, according to the company's activity.
7. Build and rent the necessary buildings for services and crafts related to stevedoring and land and maritime transport.
8. Shipping and services of all kinds of vessels and supply ships and ships agents for companies.
9. Provide all transportation and airport management services, which include ground support services for passengers, aircraft and aviation-related goods.
10. Owns moveable property and real estate to conduct its operations in the permissible limits according to the law.
11. Using the available funds of the Parent Company by investing them in financial portfolios managed by specialized authorities and companies.
12. Stevedoring services, loading and unloading ships and maritime transport.
13. Perform all road transport operations, transporting goods and various materials inside and outside the State of Kuwait. Especially, operations related to the transport of general cargo and bulk fuel, water and precious chemical materials by any mean of transportation.
14. Owns stocks and bonds for the Parent Company account only (Parent Company may have an interest or participate in any way with bodies engaged in similar activities or which may assist in achieving its objectives in Kuwait or abroad and it may arise or participates or buy these bodies or join them in their equity).The Parent Company may perform the aforementioned activities within or outside the State of Kuwait as a legal entity or as an agent.
15. Renting, leasing, setting up and managing warehouses in all its forms and supplying them with the necessary fixtures.
16. Storing goods in accordance with the presentation system under customs supervision inside or outside the customs areas.
17. Metal-turning points, blacksmithing workshops, assembling engines, generators, electrical transformers, and electrical distribution and control devices after the approval of the Public Authority for Industry.

The Parent Company may perform other similar, complementary or connected activities to its main activities.

The consolidated financial statements of the Group for the year ended 31 December 2021 were approved by the shareholders of the Parent Company in the Annual General Meeting held on 31 March 2022.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

2.1 Basis of Preparation

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2021.

The Group has not early adopted any other standard, interpretation or amendment that has been issued or not yet effective. Other amendments to IFRSs which are effective for annual accounting period starting from 1 January 2022 did not have any material impact on the accounting policies, financial position or performance of the Group.

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2021.

In addition, results for the three months period ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included.

3 REVENUE

Set out below is the disaggregation of the Group's revenue from contracts with customers based on type of services and equipment:

	<i>Three months ended 31 March</i>	
	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>
Transportation	943,744	844,016
Stevedoring	2,370,396	1,764,419
Leasing equipment	3,143,822	2,409,115
Warehousing	104,712	156,510
	6,562,674	5,174,060
Timing of revenue recognition		
Services transferred over time	6,562,674	5,174,060
Total revenue from contracts with customers	6,562,674	5,174,060
Geographical markets		
Kuwait	5,969,306	4,556,762
Qatar	398,317	427,897
Saudi	195,051	189,401
Total revenue from contracts with customers	6,562,674	5,174,060

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows consist of the following:

	<i>31 March</i> <i>2022</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2021</i> <i>KD</i>	<i>31 March</i> <i>2021</i> <i>KD</i>
Bank balances and cash	1,765,462	1,025,687	1,605,629
Fixed deposits	1,800,000	2,050,000	3,050,000
Cash and cash equivalents as per interim condensed consolidated statement of financial position	3,565,462	3,075,687	4,655,629
Fixed deposits with original maturities more than three months	-	(500,000)	-
Cash and cash equivalents as per interim condensed consolidated statement of cash flows	3,565,462	2,575,687	4,655,629

Fixed deposits yield an average effective interest rate (EIR) ranging between 1.3 % to 2% (31 December 2021: 1 % to 2 % and 31 March 2021: 1.2% to 1.5%) per annum.

Fixed deposits amounting to KD 50,000 (31 December 2021: KD 50,000 and 31 March 2021: KD 50,000) are held as collateral securities against other credit facilities granted to the Group (Note 8).

5 EQUITY

a) Share Capital

The Parent Company's authorised, issued and fully paid capital consists of 150,000,000 (31 December 2021: 150,000,000 and 31 March 2021: 150,000,000) shares of 100 fils (31 December 2021: 100 fils and 31 March 2021: 100 fils) each, which were fully paid in cash.

b) Dividends

Proposed dividends on ordinary shares are not recognised as a liability as at 31 December since they have been approved at the annual general meeting subsequent to the reporting date.

The Board of Directors in their meeting held on 10 March 2022, proposed distribution of cash dividend of 16 fils per share aggregating to KD 2,400,000 in respect of the year ended 31 December 2021 (2020: cash dividend of 20 fils per share aggregating to KD 3,000,000), to be paid from utilizing retained earnings.

The Annual general Meeting (AGM) of the shareholders held on 31 March 2022 has approved the cash dividend of 16 fils per share aggregating to KD 2,400,000 for the year ended 31 December 2021 (2020: cash dividend of 20 fils per share aggregating to KD 3,000,000), to be paid from utilizing retained earnings.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

6 LOANS AND BORROWINGS

	31 March 2022 KD	<i>(Audited)</i> 31 December 2021 KD	31 March 2021 KD
Murabaha payables:			
Current portion	514,393	514,393	-
Non-current portion	4,629,542	4,629,542	-
	5,143,935	5,143,935	-

The amounts payable under Murabaha agreements are repayable within 1 to 5 years. The amount due is settled on a deferred payment basis and carry profit at 2.625% per annum (31 December 2021: 2.625%, 31 March 2021: Nil). Murabaha payables is obtained from a local Islamic bank.

7 RELATED PARTY TRANSACTIONS

Related parties represent shareholders, key management personnel of the Parent Company and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management.

Transactions with related parties are as follows:

	Other affiliates KD	31 March 2022 KD	31 March 2021 KD
<i>Interim condensed consolidated statement of income:</i>			
Revenue	79,212	79,212	110,522
Tickets charges	-	-	351
Other charges	525	525	25,940
Board remuneration	6,000	6,000	6,000
	Shareholders KD	31 March 2022 KD	31 March 2021 KD
<i>Interim condensed consolidated statement of financial position:</i>			
Amount due from a related party	-	-	66,556
<i>Other transactions</i>			
Purchases of property and equipment, spares and consumables	-	-	(5,529)

Compensation of key management personnel

Key management personnel comprise of the key members of management having authority and responsibility for planning, directing and controlling the activities of the Group.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

7 RELATED PARTY TRANSACTIONS (continued)

The remuneration to key management personnel during the period was as follows:

	<i>Three months ended 31 March</i>	
	2022	2021
	KD	KD
Salaries and other short-term benefit	86,886	87,556
Directors' remuneration	6,000	6,000
Employees' end of service benefits	4,935	4,972
	97,821	98,528

	<i>Balance outstanding as at</i>		
	<i>(Audited)</i>		
	31 March	31 December	31 March
	2022	2021	2021
	KD	KD	KD
Salaries and short-term benefits	63,268	63,326	53,130
Employees end of service benefits	109,296	99,317	89,284
	172,564	162,644	142,414

8 COMMITMENTS AND CONTINGENCIES

The Group has following commitments and contingent liabilities:

	<i>(Audited)</i>		
	31 March	31 December	31 March
	2022	2021	2021
	KD	KD	KD
Commitments			
Letters of credit	1,527,330	-	5,569,401
Contingencies			
Letters of guarantee	2,573,201	2,713,689	3,476,330

Certain fixed deposits are held as collateral security against letter of guarantee issued. (Note 4).

9 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value hierarchy

The fair value of foreign quoted investment carried at fair value through other comprehensive income as at 31 March 2022 amounting to KD 207,354 (31 December 2021: KD 215,401 and 31 March 2021: KD 204,197) is categorised under level 1 of the fair value hierarchy.

For financial instruments quoted in an active market, fair value is determined by reference to quoted market prices. Bid prices are used for assets and offer prices are used for liabilities.

The fair values of financial instruments are not materially different from their carrying values. For financial assets and financial liabilities that are liquid or having a short-term maturity (less than twelve months) it is assumed that the carrying amounts approximate to their fair value.

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

10 EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the (loss) profit attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. There is no impact from dilutive instruments outstanding, basic and diluted EPS are identical.

	<i>Three months ended 31 March</i>	
	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>
Profit for the period (KD)	1,255,791	601,228
Weighted average number of shares outstanding during the period	150,000,000	150,000,000
Basic and diluted earnings per share (fils)	8.37	4.01

There have been no transactions involving ordinary shares between the reporting date and the date of authorisation of this interim condensed consolidated financial information which would require the restatement of EPS.

11 SEGMENT INFORMATION

Management has determined the operating segments based on the information reviewed by the board of directors represented by the chief operating decision maker for the purpose of allocating resources and assessing performance. The chief operating decision maker organizes the entity based on different geographical areas, inside and outside Kuwait. The following table presents the geographical analysis of the Group's assets, liabilities as at 31 March 2022, 31 December 2021 and 31 March 2021 and profit for the period ended 31 March 2022 and 31 March 2021. The geographical analysis of the Group's revenue for the period ended 31 March 2022 and 31 March 2021 is presented in Note 3.

Geographical information

In presenting the geographic information, segment revenue, results and assets have been based on the geographic location from which income is derived and segment assets were based on the geographic location of the assets.

	<i>Three months ended 31 March</i>	
	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>
Results –profit (loss) for the period		
Kuwait	1,248,928	673,683
Rest of GCC	6,863	(72,455)
	1,255,791	601,228

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

31 March 2022

11 SEGMENT INFORMATION (continued)

	<i>31 March</i> <i>2022</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2021</i> <i>KD</i>	<i>31 March</i> <i>2021</i> <i>KD</i>
Segment assets			
Kuwait	48,538,889	46,112,971	40,744,509
Rest of GCC	9,537,339	9,654,800	10,115,038
	58,076,228	55,767,771	50,859,547
Segment liabilities			
Kuwait	13,818,461	10,770,443	8,745,617
Rest of GCC	563,622	550,733	1,131,316
	14,382,083	11,321,176	9,876,933

About EY

EY is a global leader in assurance, tax, transaction and advisory services. The insights and quality services we deliver help build trust and confidence in the capital markets and in economies the world over.

We develop outstanding leaders who team to deliver on our promises to all of our stakeholders. In so doing, we play a critical role in building a better working world for our people, for our clients and for our communities.

EY refers to the global organization, and may refer to one or more of the member firms of Ernst & Young Global Limited, each of which is a separate legal entity. Ernst & Young Global Limited, a UK company limited by guarantee, does not provide services to clients. For more information about our organization, please visit ey.com.

The MENA practice of EY has been operating in the region since 1923. For more than 90 years, we have grown to more than 6,000 people united across 20 offices and 15 countries, sharing the same values and an unwavering commitment to quality. As an organization, we continue to develop outstanding leaders who deliver exceptional services to our clients and who contribute to our communities. We are proud of our accomplishments over the years, reaffirming our position as the largest and most established professional services organization in the region.

© 2017 EYGM Limited.
All Rights Reserved.

This material has been prepared for general informational purposes only and is not intended to be relied upon as accounting, tax, or other professional advice. Please refer to your advisors for specific advice.

ey.com/mena